

State of Michigan
Department of Treasury

Michigan Municipal Bond Authority

ANNUAL REPORT
2006

Michigan Municipal Bond Authority

Authority Mission Statement

The Michigan Municipal Bond Authority (MMBA) exists within the Bureau of Bond Finance in the Department of Treasury to provide an alternative source of financing infrastructure projects and low cost access to the public finance market for Michigan local units of government.

The Authority Finance Division as part of the Bureau of Bond Finance provides financial and administrative support services on behalf of the Authority to assist with achieving these goals.

Bureau of Bond Finance Mission Statement

The Bureau of Bond Finance will achieve and maintain access to the financial market at the lowest cost to the citizens of Michigan on behalf of:

- Hospitals and their patients
- Higher education students and their families
- Private colleges and their students
- Public school academies and their students
- Public schools and their taxpayers
- Municipalities and their taxpayers
- The State-at-large for environmental, recreational, and other specific-voter approved projects
- The State for cash flow financing for operating purposes.

Vision

- We are committed to fair, consistent, and courteous customer service.
- We have the training, technology, and tools to meet customer needs.
- We provide low-cost financing in order for cities and communities to be magnets for economic opportunities, with high quality education and healthcare.
- We are a division where public service and service to others is exalted.

Values

- Integrity: Michigan's schools, colleges, universities, municipalities, and healthcare providers; along with bond counsel, financial advisors, and underwriters know that they can depend upon the Authority Finance Division to follow through on their commitments.
- Excellence: The Authority Finance Division is committed to providing increasingly effective, low-cost financing to protect the interests of the citizens of Michigan.
- Teamwork: The Authority Finance Division will work together to provide effective, low-cost financing to Michigan's schools, colleges, universities, municipalities, and healthcare providers.
- Pride: In our achievements.

MMBA Board Members

The Michigan Municipal Bond Authority board of trustees is comprised of seven members, consisting of the State Treasurer as chairperson and six appointees of the Governor with the advice and consent of the State Senate. Two of the appointees serve at the pleasure of the Governor and must be public officials or employees with expertise in the State's infrastructure needs. The remaining four appointees are public members, residents of the State of Michigan. One of the public member appointee(s) must be nominated by the speaker of the State House of Representatives and one public member appointee(s) must be nominated by the majority leader of the State Senate. All members of the Authority are appointed for a three-year term and serve without compensation but are entitled to reimbursement of expenses incurred in the performance of their duties under the Act. The present membership of the Board is as follows:

Robert J. Kleine, Chairperson, State Treasurer

Don Gilmer

Gary D. Hawks

Susan Kaltenbach

Richard Lebaron

Elaine M. Madigan

Nancy L. Quarles

Michigan Municipal Bond Authority

- The Michigan Municipal Bond Authority (the “Authority”) was established by the Shared Credit Rating Act, P. A. 227 of 1985 to provide Michigan local units of government and schools an alternative source of financing for infrastructure projects and low cost access to the public finance market. The Governor with the advice and consent of the Michigan Senate appoints a Board of Trustees; the State Treasurer is the chair of the Board. The Board provides overall governing direction for the Authority. All cities, counties, townships, schools, public hospitals, colleges, and universities are eligible to use the Authority on a voluntary basis.
- The basis of the Authority’s programs is the pooling of local obligations. At specified times the Authority negotiates the sale of securities with a common layer of security in the national and regional bond markets, and uses the proceeds to purchase bonds, notes, and installment purchase agreements from municipalities.
- By pooling issues, the Authority provides eligible borrowers with several advantages. The Authority allows many local governments in Michigan to take advantage of the Authority’s financial expertise to access the capital markets. The Authority consistently offers interest rates that compare favorably with Michigan and national pricing indices. Also, the Authority’s reputation and name recognition in the capital markets creates demand for the Authority’s securities, translating to lower interest rates for borrowers. Additionally, borrowers on a pro-rata basis share costs of issuance, typically resulting in lower costs than each borrower would pay individually. As the Authority can lower the interest rate and the issuing costs for Michigan governments, the result is fewer tax dollars expended for debt by Michigan taxpayers. As borrowers make their payments, the Authority repays its bondholders. Careful monitoring of local repayments by the Authority has prevented any payment defaults by the local borrowers.
- The Authority issued bonds with a total par amount of more than \$788 million in the calendar year 2006. The outstanding balance of the Authority’s bonds and notes at the end of the calendar year 2006 was approximately \$1.8 billion. A summary of each of the Authority’s programs and the relating loans to local units of government is contained in the following sections of this report.

State Revolving Fund (SRF), Drinking Water Revolving Fund (DWRf), and the Strategic Water Quality Initiatives Fund (SWQIF) Programs

The Authority and the Michigan Department of Environmental Quality (DEQ) jointly administer these programs. The DEQ determines the qualified projects and the annual funding priority. Federal capitalization grants and state match funds are used to fund reserves as security for the SRF and DWRf bonds. Monies received from bond proceeds are used to provide loans to local units of government. Local units of government receive reimbursement for approved projects costs up the total amount of their loans.

While there are many similarities between the SRF and DWRf, there are some notable differences. The SRF is permitted to fund only municipalities, while the DWRf may include privately owned community water suppliers and not-for-profit non-community water supplies. The loan repayment in the SRF is limited to 20 years, while the DWRf can extend up to 30 years for communities that qualify as 'disadvantaged'.

State Revolving Fund

Michigan's Water Pollution Control Revolving Fund, better known as the SRF, provides borrowers with a low 1.625% fixed interest rate. The SRF loan program assists qualified local municipalities with the construction of needed water pollution control facilities. Michigan enacted 1988 PA 317, The Clean Water Assistance Act, to establish the SRF which is now codified as Part 53, 1994 PA 451, of the Natural Resources and Environmental Protection Act.

From 1989 through 1992, the SRF was operated as a direct loan program whereby federal funds were used to fund loans directly with the municipality. In 1992 the Authority began issuing bonds using a 'leveraged' approach. By leveraging the federal capitalization funds the Authority is able to not only provide additional program funds, but also provide for a significant interest rate subsidy to its borrowers.

In calendar year 2006, loan commitments were made for 18 SRF projects totaling over \$98.5 million. Through 2006, the SRF program has provided low interest loans for 269 projects totaling nearly \$2.36 billion.

Drinking Water Revolving Fund

Michigan's Drinking Water Revolving Fund (DWRF) program is designed to assist water suppliers in satisfying the requirements of the Safe Drinking Water Act by offering low interest rate loans of 2.125% to eligible water suppliers.

On June 17, 1997, legislation establishing the Michigan DWRF (Part 54 of PA 451, 1994) was enacted. The DEQ and the Authority began the DWRF loan program which is structured in the same manner as the SRF.

In calendar year 2006, loan commitments were made for 16 DWRF projects totaling over \$37.2 million. Through 2006, the DWRF program has provided low interest loans for 141 projects totaling over \$417.9 million.

Strategic Water Quality Initiatives Fund

The Strategic Water Quality Initiatives Fund (SWQIF) is a low 1.625% interest revolving loan program that allows qualified municipalities to access financing for the construction of needed water pollution control facilities that cannot qualify for SRF assistance. Two types of projects can be financed under the SWQIF, the on site upgrade-replacement of septic systems and the removal of ground water or storm water from sewer leads.

This fund was created by the passage of Proposal 2 by Michigan voters in November of 2002. The implementation of the fund is codified as Part 52, 1994 PA 451, of the Natural Resources and Environmental Protection Act.

This program is also managed by the Authority and the Department of Environmental Quality and in calendar year 2006, there was one loan commitment of \$890,000 for the SWQIF program. The SWQIF program has provided low interest rate loans for a total of four projects totaling over \$2.5 million.

Program Summary

Region	Unit Name	Loan Commitment
State Revolving Fund Program		
North	City of Gladstone	\$1,160,000
	City of Manistee	2,790,000
Southeast	Charter Township of Van Buren	12,025,000
	City of Bad Axe	6,630,000
	City of Dearborn	7,450,000
	City of Port Huron	1,325,000
	City of Port Huron	1,655,000
	City of Port Huron	2,955,000
	County of Genesee	2,815,000
	County of Genesee	4,335,000
	County of Genesee	7,705,000
	County of Saginaw	1,575,000
	Malletts Creek Drainage District	2,180,000
Southcentral	City of Lansing	18,855,000
	County of Eaton	2,860,000
Southwest	City of Three Rivers	6,030,000
	City of Bangor	2,200,000
	County of Muskegon	14,000,000
	<i>Clean Water Total</i>	\$98,545,000
Drinking Water Revolving Fund		
Southeast	City of Detroit	\$6,035,000
	City of Ferndale	3,475,000
	City of Port Huron	705,000
	City of Port Huron	825,000
	City of Port Huron	1,025,000
	City of Port Huron	1,355,000
	City of Port Huron	2,040,000
	City of Reed City	1,605,000
	County of Sanilac	9,370,000
	County of St. Clair	4,900,000
Southcentral	Village of Brooklyn	1,500,000
	Village of Brooklyn	365,000
	Village of Stockbridge	345,000
Southwest	City of Galesburg	2,500,000
	County of Barry	205,000
	County of Barry	1,040,000
	<i>Drinking Water Total</i>	\$37,290,000
Strategic Water Quality Initiatives Fund		
Southeast	City of Ann Arbor	\$890,000
	<i>GRAND TOTAL</i>	\$136,725,000

History of Participants by Region

NORTH:

22 Borrowers, \$66 million loans outstanding

Baraga Village
Beulah Village
Boyne City City
Charlevoix County
East Jordan City
*Escanaba City
Filler Township
Frankfort City
Gladstone City
Grand Traverse City
Harbor Springs City
Iosco County
Ironwood City
Lake Linden Village
Manistee City
Marquette City
Marquette Township
Menominee City
*Ontonagon Village
Roscommon County
Sault Ste Marie City
Suttons Bay Village

SOUTHWEST

29 Borrowers, \$129 million loans outstanding

Bangor City
Barry City
Belding City
Calhoun County
Cass County
Centreville Village
Colon Village
Coopersville City
Galesburg City
Grand Beach Village
Grand Rapids City
Hudsonville City
Kent City Village
Marshall City
Muir Village
Muskegon City
Nashville Village
*Ottawa CORD
Plainfield Township
Plainwell City
Rockford City
Shelby Village
Sparta Village
St. Joseph City
Sturgis City
Three Oaks Village
Three Rivers City
*Van Buren County
White Cloud City

SOUTHCENTRAL

28 Borrowers, \$222 million loans outstanding

*Adrian City
Blissfield Village
Breckenridge Village
Brooklyn Village
Carson City
Clinton County
Clinton Village
Deerfield Village
East Lansing City
Eaton County
Eaton Rapids City
Grand Ledge City
Hillsdale County
Hudson City
Ionia County
Jackson County
Lansing City
Lansing Township
Lenawee County
Leoni Township
Marion Village
Midland City
Portland City
Shiawassee County
Sunfield Village
Springport City
Stockbridge City
Summit Township

SOUTHEAST

79 Borrowers, \$1.582 Billion loans outstanding

*Ann Arbor City
Armada Village
Bad Axe City
Bay City
Bay County
Beverly Hills Village
Brighton City
Canton Township
Caro Village
Chelsea Village
Chesterfield Township
Clinton Township
Ferndale City
Frankenmuth City
Dearborn City
Detroit City
Farmington City
Fenton City
Flint City
Flushing City
Davison City
Garden City
Genesee County
Genoa Oceola Drainage
Genoa Township

Grosse Ile Township
Grand Blanc City
Gross Pointe Farms City
Grosse Pointe Park City
Hamburg Township
Hartland Township
Highland Park City
Holly Village
Huron County
Independence Township
Kalamazoo County
Lapeer County
Macomb County
Malletts Creek Drainage District
*Manchester Village
*Marine City City
Marysville City
Melvindale City
Milford Village
Monitor Township
*Monroe County
*Mount Clemens City
Mount Morris City
Muskegon County
Newaygo County
North Branch Village
Oakland County
Otisville Village
Oxford Village
*Port Huron City
Port Sanilac Village
Redford Township
Reed City
Riverview City
Royal Oak City
Saginaw City
*Saginaw County
Saline City
Sanilac County
South Huron Valley
South Lyon City
Southfield City
St Clair City
*St Clair County
VanBuren Charter Township
Trenton City
Warren City
*Washtenaw County
Wayne County
Wayne City
White Lake Township
Wixom City
Ypsilanti City
Ypsilanti CUA

**Participated in Multiple Programs*

Local Government Loan Program

The Local Government Loan Program (LGLP) provides competitive interest rates for long-term financing for public entities. Loans have included purchases of equipment, school buses, fire trucks, real property, energy conservation improvements, infrastructure needs, and refunding existing debt. The term of the local obligations for loans under this program is between 3-30 years. The Authority issues several types of bonds under the LGLP including: Revenue Sharing, Transportation Fund, School Program Bonds, State Qualified School Bonds, and Insured. These types of bonds require a pledge of state revenue sharing, state transportation funds, state school program bonds, state qualified school bonds, or must be structured such that they qualify for bond insurance.

There were four loans that closed in 2006 under the LGLP totaling \$9.8 million. They are summarized below:

Borrower	Loan Amount
County of Bay	\$2,765,000
County of Bay	1,240,000
County of Bay	3,200,000
Township of Caseville	2,620,000

Local Government Financing Program

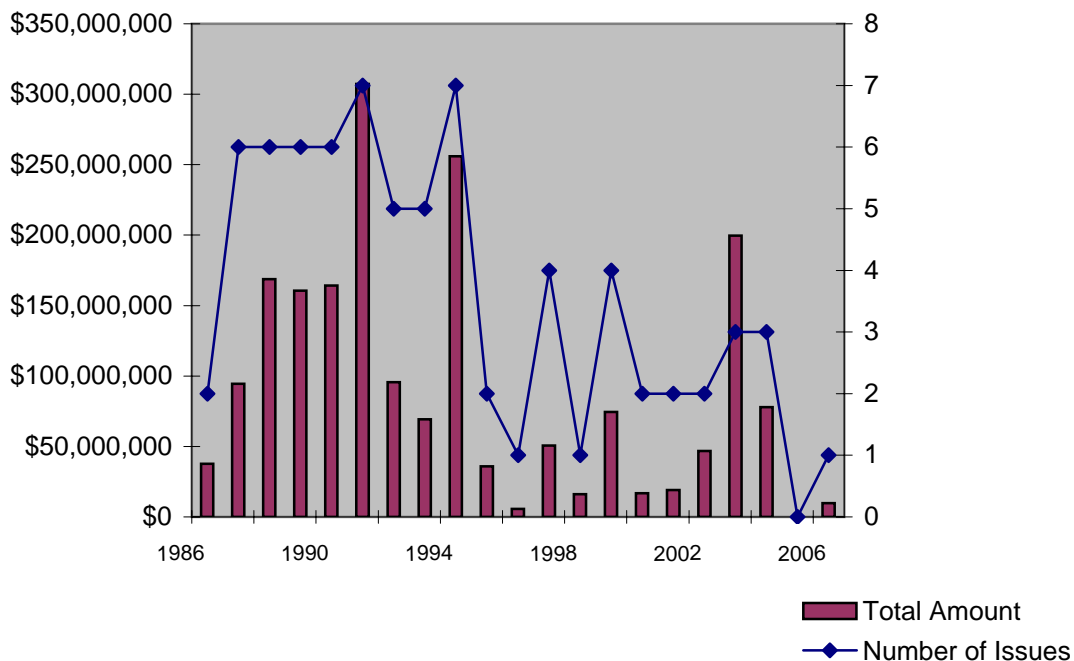
In order to offer more timing options and greater flexibility for some borrowers, the Authority created the Local Government Financing Program (LGFP) under the LGLP. Qualified borrowers are able to apply for loans on an as needed basis. The interest rate is based upon an index of U.S. Treasury rates for a specified period and the credit rating of the borrower. The program is a pass through financing for the Authority and as such the Authority does not reflect a liability for these loans in its financial statement.

There were four loans that closed in 2006 under the LGFP totaling \$2.3 million. They are summarized below:

Borrower	Loan Amount
Kalamazoo Public Schools	\$ 595,441
School District of the City of Inkster	475,000
School District of the City of Inkster	1,165,000
South Lyons School District	143,500

History of the Local Government Loan Program

Year of Financing	Number of Issues	Number of Loans	Total Amount	Cumulative Total
1986	2	38	\$37,749,000	\$37,749,000
1987	6	73	94,440,000	132,189,000
1988	6	41	168,715,000	300,904,000
1989	6	74	160,590,000	461,494,000
1990	6	789	164,229,180	625,723,180
1991	7	79	307,348,830	933,072,010
1992	5	26	95,550,000	1,028,622,010
1993	5	51	69,359,000	1,097,981,010
1994	7	43	256,039,737	1,354,020,747
1995	2	9	35,900,000	1,389,920,747
1996	1	2	5,755,000	1,395,675,747
1997	4	52	50,715,000	1,446,390,747
1998	1	24	16,100,000	1,462,490,747
1999	4	53	74,455,000	1,536,945,747
2000	2	17	16,720,000	1,553,665,747
2001	2	10	19,120,000	1,572,785,747
2002	2	17	46,850,000	1,619,635,747
2003	3	14	199,653,000	1,819,288,747
2004	3	37	77,850,000	1,897,138,747
2005	0	0	0	1,897,138,747
2006	1	4	9,825,000	1,906,963,747
Total	75	1,453	\$1,906,963,747	



Revenue Note Program

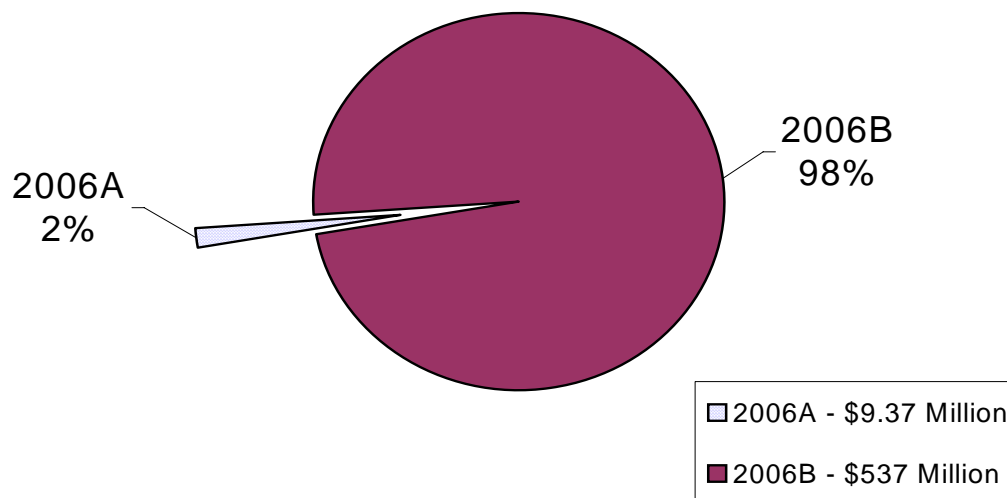
This pooled program offers a simplified borrowing process for school districts to fund short-term cash flow needs for operating purposes. The program structure allows schools to pool their loans with those of other schools, resulting in competitive interest rates and reduced costs of issuance. The Authority's Revenue Note program began in 1987. The program has increased dramatically from 96 loans in 1987 to 233 loans in 2006.

There were 2 financings with a total par loan amount of over \$547 million for the calendar year 2006. A bridge note was offered that closed in April. This note series served schools needing to borrow for cash flow until the August note financings. The August note financing allowed school districts the option of either setting aside five or seven monthly payments prior to the note maturing or repaying the entire note amount at maturity.

If the school elects the set-aside option and complies with program requirements, each borrower receives interest earnings on their five or seven monthly loan set-aside payments from a competitively bid investment contract, thereby lowering the overall cost of borrowing. For the no set-aside borrower pool, an investment grade letter of credit was obtained to provide additional security. These structures resulted in the school districts receiving the highest possible short-term credit rating of SP-1+ on their note issues.

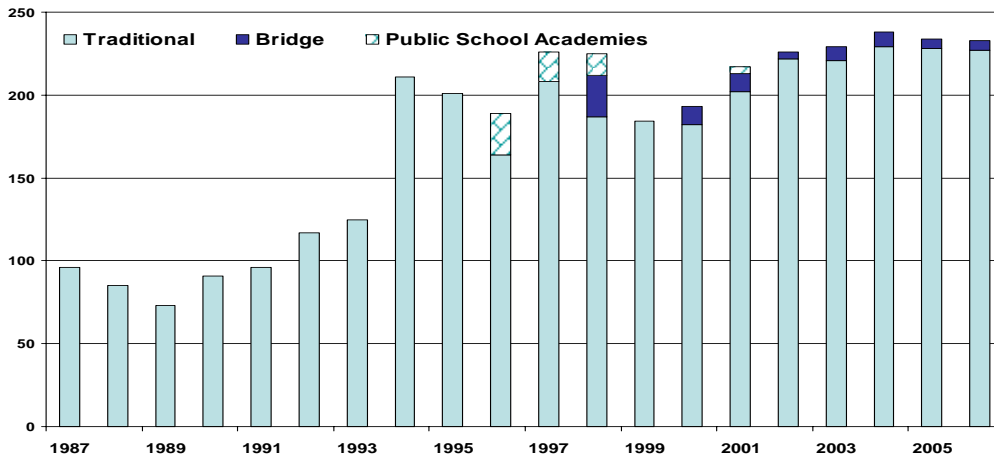
Primary loan security is a pledge of state aid with a state aid intercept and advance in case of default. A limited-tax general obligation provides secondary security.

2006 Revenue Note Loans Issued



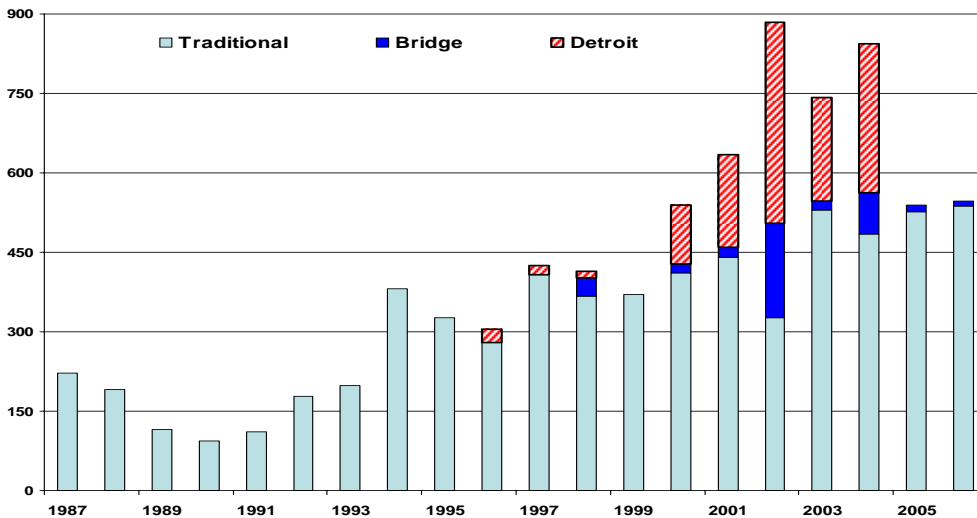
Program History

Number of Loans



<u>Year</u>	<u># of Loans</u>
1987	96
1988	85
1989	73
1990	91
1991	96
1992	117
1993	125
1994	211
1995	201
1996	189
1997	226
1998	225
1999	184
2000	193
2001	217
2002	226
2003	229
2004	238
2005	234
2006	233
Total	3,489

Loan Amounts (in millions)



<u>Year</u>	<u>Par (In Millions)</u>
1987	222
1988	190
1989	116
1990	93
1991	111
1992	178
1993	198
1994	382
1995	326
1996	285
1997	412
1998	406
1999	370
2000	416
2001	636
2002	884
2003	742
2004	843
2005	539
2006	547
Total	\$7,896

Note: Public School Academy (PSA) notes were issued by the Michigan Municipal Bond Authority in 1996, 1997, and 2001. Each of these PSA series was \$5 million or less. In 2005, Detroit Public School District (DPS) issued two series of Notes outside of the State Aid Note program. In 2006, DPS did not participate in the State Aid Note Program.

Michigan Municipal Bond Authority
2006 State Aid Note Program
Participants

2006A

School District	Par Amount of Loan
1 Carman-Ainsworth Community Schools	\$870,000
2 Holland Public Schools	2,000,000
3 Houghton Lake Community Schools	1,000,000
4 Oxford Area Community Schools	1,500,000
5 Saline Area Schools	2,000,000
6 St. Josephs Public Schools	2,000,000
	\$9,370,000

2006B1

1 Adams Township School District	\$475,000
2 Anchor Bay School District	2,000,000
3 Bangor Public Schools	800,000
4 Bedford Public Schools	3,500,000
5 Benzie County Central Schools	2,500,000
6 Capac Community School District	500,000
7 Cassopolis Public Schools	1,900,000
8 Chelsea School District	2,630,000
9 Colon Community Schools	400,000
10 Corunna Public Schools	2,500,000
11 Dollar Bay-Tamarack City Area Schools	318,000
12 Dowagiac Union School District	3,000,000
13 Escanaba Area Public Schools	2,100,000
14 Forest Area Community Schools	1,100,000
15 Fowler Public Schools	400,000
16 Galesburg-Augusta Community Schools	1,200,000
17 Gwinn Area Community Schools	600,000
18 Harrison Community Schools	1,200,000
19 Hartford Public Schools	1,800,000
20 Haslett Public Schools	750,000
21 Hopkins Public Schools	1,400,000
22 Inland Lakes Schools	1,736,000
23 Ionia Public Schools	2,000,000
24 Leslie Public Schools	1,400,000
25 Ludington Area School District	1,000,000
26 Marcellus Community Schools	1,000,000
27 Marlette Community Schools	650,000
28 Martin Public Schools	625,000
29 Mason County Eastern Schools	1,000,000
30 Menominee Area Public Schools	1,250,000
31 North Adams-Jerome Public Schools	525,000
32 North Huron Schools	460,000
33 Oakridge Public Schools	2,800,000
34 Plainwell Community Schools	1,500,000
35 Ravenna Public Schools	1,300,000
36 Reed City Area Public Schools	1,000,000
37 Saranac Community Schools	975,000
38 Stephenson Area Public Schools	1,000,000

39	Stockbridge Community Schools	1,100,000
40	Swan Valley School District	1,400,000
41	Union City Community Schools	1,500,000
42	Walkerville Public Schools	450,000
43	West Branch-Rose City Area Schools	2,200,000
44	Whitmore Lake Public Schools	1,265,000
		<hr/> \$59,209,000 <hr/>

2006B2

1	Allegan Public Schools	\$2,500,000
2	Allen Park Public Schools	3,500,000
3	Allendale Public School	1,950,000
4	Alma Public Schools	2,000,000
5	Armada Area Schools	1,900,000
6	Athens Area Schools	577,000
7	Bath Community Schools	1,975,000
8	Bay City Public Schools	7,000,000
9	Bear Lake Schools	525,000
10	Beecher Community School District	6,400,000
11	Bentley Community School District	1,000,000
12	Benton Harbor Area Schools	4,700,000
13	Berrien Springs Public Schools	1,800,000
14	Bessemer Area School District	350,000
15	Big Rapids Public Schools	3,800,000
16	Birch Run Area Schools	2,345,000
17	Brandon School District	3,200,000
18	Breckenridge Community Schools	1,300,000
19	Breitung Township School District	2,000,000
20	Brighton Area Schools	7,000,000
21	Britton-Macon Area School	600,000
22	Bronson Community School District	1,300,000
23	Buckley Community Schools	900,000
24	Buena Vista School District	1,730,000
25	Bullock Creek School District	3,500,000
26	Byron Area Schools	1,563,000
27	Calumet, Public Schools of	1,300,000
28	Camden-Frontier Schools	1,050,000
29	Carrollton Public Schools	1,400,000
30	Carson City-Crystal Area Schools	1,750,000
31	Central Montcalm Public School	2,700,000
32	Charlotte Public Schools	2,200,000
33	Chesaning Union Schools	600,000
34	Clare Public Schools	1,600,000
35	Climax-Scotts Community Schools	750,000
36	Clinton Community Schools	300,000
37	Clintondale Community Schools	5,000,000
38	Coleman Community School District	1,800,000
39	Comstock Public Schools	1,200,000
40	Coopersville Area Public Schools	900,000
41	Dansville Schools	1,000,000
42	Davison Community Schools	4,200,000
43	Decatur Public Schools	1,000,000
44	Deerfield Public Schools	500,000
45	Delton Kellogg Schools	1,950,000
46	DeWitt Public Schools	1,200,000

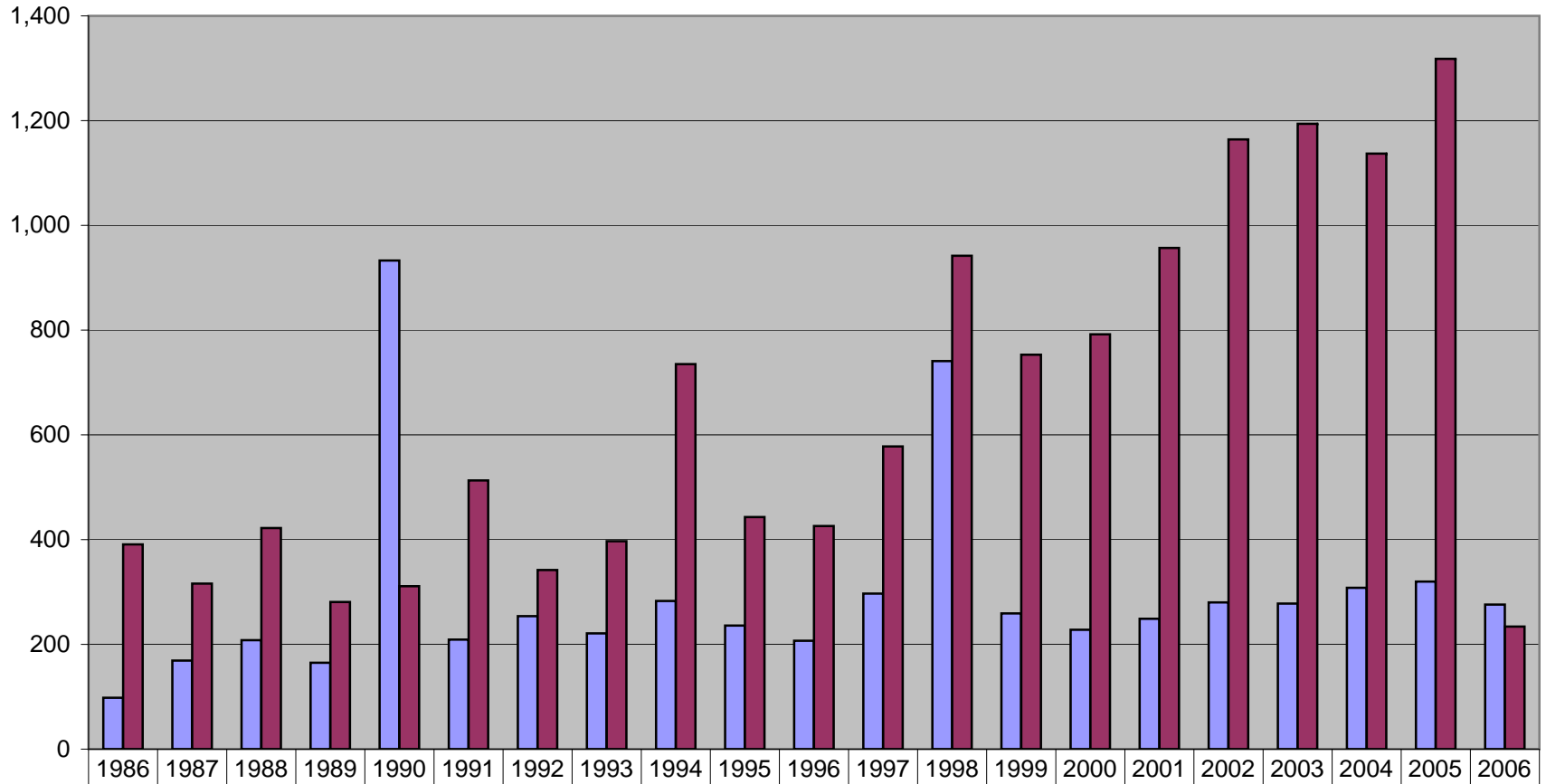
47	Dexter Community Schools	2,200,000
48	Dryden Community Schools	880,000
49	Durand Area Schools	3,500,000
50	East Grand Rapids Public Schools	2,180,000
51	East Jackson Community Schools	1,700,000
52	Eaton Rapids Public Schools	4,000,000
53	Eau Claire Public Schools	1,100,000
54	Ecorse Public Schools	1,700,000
55	Elkton-Pigeon-Bay Port Laker Schools	1,400,000
56	Ellsworth Community Schools	350,000
57	Ewen-Trout Creek School	1,092,000
58	Fennville Public Schools	1,700,000
59	Fenton Area Public Schools	1,700,000
60	Ferndale Public Schools	6,000,000
61	Flat Rock Community Schools	2,500,000
62	Flint, School District of the City of	10,000,000
63	Forest Hills Public Schools	4,900,000
64	Fowlerville Community Schools	3,500,000
65	Free Soil Community Schools	130,000
66	Garden City Public Schools	7,500,000
67	Gibraltar School District	1,500,000
68	Gladstone Area Schools	2,000,000
69	Gladwin Community Schools	2,700,000
70	Gobles Public Schools	1,840,000
71	Goodrich Area Schools	2,075,000
72	Grand Ledge Public Schools	4,750,000
73	Greenville Public Schools	3,800,000
74	Grosse Ile Township Schools	1,700,000
75	Hancock Public Schools	1,400,000
76	Hazel Park, School District of the City of	5,000,000
77	Hemlock Public School District	1,800,000
78	Highland Park, School District of the City of	4,140,000
79	Hillsdale Community Schools	2,400,000
80	Holly Area School District	2,948,000
81	Holton Public Schools	1,550,000
82	Homer Community Schools	1,200,000
83	Houghton-Portage Township School District	1,200,000
84	Huron School District	1,500,000
85	Imlay City Community Schools	3,200,000
86	Inkster Public Schools	3,700,000
87	Ironwood Area Schools of Gogebic County	1,700,000
88	Ishpeming School District #1	1,845,000
89	Jackson Public Schools	12,000,000
90	Jonesville Community Schools	2,660,000
91	Kalamazoo Public Schools	15,500,000
92	Kaleva Norman Dickson School District	1,500,000
93	Kearsley Community School District	2,500,000
94	Kent City Community Schools	970,000
95	Laingsburg Community Schools	1,400,000
96	Lakeview Public Schools	3,600,000
97	Lakewood Public Schools	2,400,000
98	Lapeer Community Schools	4,800,000
99	Lawton Community Schools	800,000
100	Linden Community Schools	990,000
101	Litchfield Community Schools	984,000
102	Lowell Area Schools	3,200,000

103	Madison District Public Schools	5,297,000
104	Manchester Community Schools	1,309,000
105	Manistee Area Public Schools	3,200,000
106	Manton Consolidated Schools	1,800,000
107	Marshall Public Schools	2,800,000
108	Mason Consolidated Schools	3,000,000
109	Memphis Community Schools	1,350,000
110	Merrill Community School District	1,300,000
111	Milan Area Schools	3,500,000
112	Millington Community School District	3,000,000
113	Montabella Community Schools	1,100,000
114	Montcalm ISD	1,500,000
115	Montrose Community Schools	1,300,000
116	Morenci Area Schools	750,000
117	Morley Stanwood Community Schools	1,924,000
118	Morrice Area Schools	1,250,000
119	Mt. Pleasant Public Schools	3,800,000
120	Muskegon, Public Schools of the City of	10,500,000
121	Napoleon Community Schools	1,800,000
122	Negaunee Public Schools	1,200,000
123	New Haven Community Schools	964,000
124	NICE Community Schools	2,000,000
125	Niles Community Schools	4,500,000
126	North Muskegon Public Schools	800,000
127	Northview Public Schools	3,000,000
128	Northwest School District	2,400,000
129	Oak Park, School District of the City of	5,900,000
130	Okemos Public Schools	3,200,000
131	Olivet Community School	600,000
132	Onsted Community Schools	950,000
133	Orchard View Schools	2,860,000
134	Oscoda Area Schools	2,900,000
135	Owendale-Gagetown Area Schools	250,000
136	Owosso Public Schools	4,600,000
137	Oxford Area Community Schools	3,000,000
138	Palo Community Schools	335,000
139	Parchment School District	1,400,000
140	Pellston Public Schools	1,500,000
141	Perry Public Schools	3,800,000
142	Pewamo-Westphalia Community Schools	1,200,000
143	Pinckney Community Schools	3,000,000
144	Pinconning Area Schools	2,650,000
145	Pittsford Area Schools	800,000
146	Portland Public Schools	2,070,000
147	Posen Consolidated School District No. 9	525,000
148	Pottersville Public Schools	360,000
149	Quincy Community Schools	1,800,000
150	Redford Union Schools, District No. 1	9,500,000
151	Reese Public Schools	1,550,000
152	Reeths-Puffer Schools	4,730,000
153	River Rouge, School District of the City of	1,800,000
154	Rockford Public Schools	2,030,000
155	Romulus School District	4,500,000
156	Rudyard Area Schools	1,500,000
157	Saginaw, School District of the City of	16,600,000
158	Sand Creek Community Schools	1,100,000

159	Sandusky Community Schools	1,500,000
160	Sault Ste. Marie Area Public Schools	1,500,000
161	Shepherd Public Schools	2,200,000
162	Southgate Community School District	7,100,000
163	Springport Public Schools	2,200,000
164	St. Charles Community Schools	1,100,000
165	St. Ignace Area Schools	1,200,000
166	St. Johns Public Schools	3,500,000
167	St. Joseph Public Schools	1,250,000
168	Superior Central School District	1,149,000
169	Tahquamenon Area Schools	2,500,000
170	Taylor School District	6,000,000
171	Trenton Public Schools	4,100,000
172	Unionville-Sebewaing Area Schools	1,200,000
173	Waldron Area Schools	500,000
174	Webberville Community Schools	1,200,000
175	Westwood Community Schools	2,000,000
176	Westwood Heights Schools	1,245,000
177	White Cloud Public Schools	940,000
178	Whiteford Agricultural Schools	750,000
179	Williamston Community Schools	2,750,000
180	Willow Run Community Schools	6,500,000
181	Woodhaven-Brownstone School District	3,500,000
182	Wyandotte, School District of the City of	5,500,000
183	Zeeland Public Schools	1,825,000
		<u>\$478,662,000</u>
Grand Total		<u><u>\$547,241,000</u></u>

Michigan Municipal Bond Authority

Total Loan History



# of Loans	98	169	208	165	933	209	254	221	283	236	207	297	741	259	228	249	280	278	308	320	276
Loan Amount (\$ millions)	391	316	422	281	311	513	342	397	735	443	426	578	942	753	792	957	1164	1194	1137	1318	234

New Programs for 2006▶

School Loan Revolving Fund Program

The Michigan Constitution and provisions of Michigan Law require the State under certain circumstances to make loans to school districts to assist those school districts in making payments on voter approved qualified bonds that they have issued for capital expenditure purposes. Michigan Public Act 93 authorized the Authority to establish a school loan revolving fund for the purpose of providing a source of funding for school loans.

In September 2006, the Authority completed an \$85 million variable rate bond issue to reimburse the State for school loans made by the State since the enactment of Act 93 and to fund new loans under the program.

The Strategic Water Quality Initiatives Grant Program

The Strategic Water Quality Initiatives Grant Program was created under a six-bill package of legislation signed into law by Governor Granholm on December 1, 2005. In total, \$40 million of Strategic Water Quality Initiatives Fund (SWQIF) monies have been authorized to be used for grants to municipalities seeking loan assistance from the State Revolving Fund (SRF) and/or the SWQIF Loan program(s). A municipality shall not receive more than \$1 million in total grant assistance and a 10% local match is required on all grant eligible costs. As of December 31, 2006, 67 grants for \$26.4 million have been awarded to assist municipalities with planning, design and user charge systems development costs for prospective SRF and SWQIF applicants.